App. F. IX-4

File No. 118—

Previous References

G.O. no. 2430

Serial Nos. 1—8

Later References

Rev 107-27 (1-2)
69-29 (1-4)
45-29 (9.13)
(1-7)

General and Revenue Secretariat

Serial Nos.

Part B for April 29

SUBJECT

Re The limit of the capital of Silk filature

General and Revenue Secretariat. Seri File No. 118 of 1927.

Serial No. 1

Letter no Dy-366-27 dated 25-4-May '28 from the Dir. of Ind. requesting that a sum of Rs. 14,370-12-0 may be placed at the disposal of the Fisheries to meet urgent demands

A sum of Rs. 14,370-12-0 actually due to the Fisheries from Mr Devaji Rao was written off his account; the Director of Ind. wants this amount to be placed at the disposal of the Fisheries for

(i) installing two domestic basins at a cost of Rs. 3000/-.

(ii) for purchase of a sufficient quantity of Cocoons in connection

(iii) & for paying up the arrears due to certain Govt. silk farms.

with a view to expand the business of the Fisheries and to make it a self-supporting Concern, it was ordered in Aug. '27 that two domestic basins should be supplied to the Fisheries; but as no basins were immediately available, they could not be supplied. It is now proposed to instal

Serial No.

is no use going on manufacturing silk when there is no market. Therefore any money is to be granted to the Filature in these circumstances, is for Consideration and orders.

KG. 31.5.28. Subd for orders -

Secy D) WG 31/5

To

It seems to me necessary to restore the working capital, and place the Filature in a position to continue its activities. To stop work at present would be to give up the fight for Mysore silk, since it is essential for success that there shd be a good supply of high grade Mysore silk to make head against well reeled foreign silks, and the Filature is the pioneer in the production of this grade of silk. Without the Filature, the Dept would be powerless to grade up the quality of Mysore silk; and unless this is done, there is practically no chance of our succes-

Serial No.

fully holding over the present crisis. The attempt to popularise the local utilisation of high grade silk in local looms would also suffer a set back.

5. The recoupment to the capital of the amount written off would directly help in reducing the cost of production, as the money is proposed to be utilised in setting up Domestic basins, and buying a stock of good cocoons at favourable prices.

2d Member
thought H. Test)

W.R.
1.6.28

W.R.
2/6

6. The proposal appears, no doubt, logical and the Filature may reasonably expect the restoration of working capital by the amount by which they write off.

7. But before I can support the request, I should like to have some further information.

8. What is the present working capital, and in what forms does it now exist? A copy of the last balance sheet of

9973

Secretariat. File No. 108 of 1927

(4

Serial No.

afraid the ... cannot be ... yet further ... RK

The Filature has to restart work: ... cocoons are available now RK

The concerns for the half year ending Dec 1927 may be obtained and placed in the file. In case the Filature has been temporarily closed for want of a period of three months. If so, the need for replenishment of working capital in addition is not quite clear.

9 To permit an additional drawing from the Treasury ~~under the system~~ under 21 Industrial advances. Filature advances, when closing the ... off, a reference to the Legislative council seems necessary. There is no provision in the budget of the current year from which the demand could be met

RK 11.6.28
13 6 28

GEN. & REV. SECRETARIAT.
12 JUNE 1928
DEVELOPMENT BRANCH.

1/6

7224/1876.

12

11 The information regd by the Sl Secy may be furnished. The season for buying Cocoons has begun and we shall be able to purchase them at favourable rate if we buy now. The filature has to be worked as it fulfils a very important object - improvement of rearing - in

General and Revenue Secretariat.

Seri File No. 118 of 192?

Serial No.

The development of Sericulture - I was
should be the Volume of its
operations normally every year
and what should be the limit
of working advances to be allowed
to it are important points on
which the Dir may be requested
to report in detail. In the
meantime the amt req for
temp Establishment Rs 10000/-
may be given. There is
a provision in the next year's
budget for working advances,
but this has to be correlated
to the aggregate limit of working
Capital to be allowed at one
time. I am not sure of the
necessity to go before the
L.C. for the additional amt
req for the Session this year.
The Revised under the group head
of advances is some five
lakhs more than the
Budget and the excess is
covered by the Supl grants
The additional req
- about Rs 10000 - need not
be separately dealt with for

WD 01714—GPB—30,000—18-1-23

the abbreviation and

9973

App. F. III—2] (6

General and Revenue Secretariat. Sec. File No. 118 of 192).

Covered by Grants - advl & Suppl allowed for all kinds of advances. If the Secy agrees to purchase of Cocoa at a rate not exceeding Rs 1000 may be authorised pending Settlement of the General Question referred to above -

A

Amy
13/6/28

14 Please ot.

WEI
13/6

13 6 28

General and Revenue Secretariat. Secy File No. 118 of 1927.

Serial No.	
	Letter No. Dev. S.S.8 7th June 1928 from the Dir. of I.T. requesting early orders re the raising the working capital of the Firm by Rs. 14,370-12-0
	15 Secy's note:- Submitted to Member with file. I entirely agree with the Director - Dev. N. R. 8.6.28.
9.9923	16 The main file about raising the working capital has been sent to H. Secy. If appeal is rejected will be examined.
	Rs. 12/9/28. 17 This has been seen yesterday with the orders of the Finl Member - Please put this up with the main file.
	WG 14/6
4394-27	18. The latest balance sheet available is for the half year ending 30/6/27. The audit of figures for the half year ending 31.12.27. has not yet been taken on hand.
	19 According to the Balance sheet put up, the working capital of the Silk Firm was Rs. 5,5,534/- on 30th June 1927. This is made up as :-

General and Revenue Secretariat. Secret File No. 118 of 1927.

Serial No.

(a) Closing Stock
(b) Sundry debtors
(c) Advance for purchase of C
Cross
(d) petty Stores
(e) Cash and treasury balance
&c. as indicated in the
Balance Sheet put up.

The provisional Balance sheet for last period ending 31.3.27 is provisionally obtained from my office & also put up for reference.

20. Submitted for perusal, with reference to paras 8 and 12. A draft G.O. Sanctioning an advance of Rs. 10,000 is also submitted for Consideration.
16.6.28.

Dft for approval
Secy D) 16/6
21 Please see Member's minute, para 6
H Secy with compliments) 19/6/28

F3927
Q19/6128

F.D. Please note Non-Recurring grant sanctioned under Provincial Contribution to Local Bodies for Roads & Bridges, Rs. 1,00,000 for 1927-28 and Rs. 1,00,000 for 1928-29.

19/6

22. 19/6
The total amount of additional grant sanctioned under loans & advances is 2,00,00 in the December Session. and a demand for Rs 25000 is included in the present session

23 1st Member's minute: Para 12 Sub
Revised Budget
Advances: 5250600 4746100
Grants 496700 688800
5747000 5434900
Addl 225000
5747000 5659900

WD 01714—GBB—30,000—18-4-28.

eneral and Revenue Secretariat.

Seri File No. 118 of 192

Serial No.

2387

GEN. & REV. SECRETARIAT
22 JUNE 1928
DEVELOPMENT BRANCH

22/6

M I am agreeable to a provision of Rs 10000/- being made immediately for the purchase of Cocoons as mentioned in the first para of the Note A.

Page 6

V Please put up a clean draft

22/6/28

26.6.28

25/6

V Typed draft submd.

KB. 25-6-28. (SW'D)

25/6.

No. D. 13464-S & R. 6. 28

In continuation of Dept & Compte Note F.D.

27 Issue draft & sanction

Sanction an advance of Rs. 10,000/- for the purchase of Cocoons, &c.

25/6

Draft & fair submd.

25/6

26/6

Communicated

S. Subs for perusal & necessary action.

27/6/28

First M

27/6.

9928

General and Revenue Secretariat.

Seri File No. 118 of 1927.

Serial No. 2

G. O. No. D. 13404-S dated 26 June '28

Sanctioning an advance of Rs. 10,000 for the purchase of Cocoons and calling for a detailed report as to what should be the volume of operations to be carried on normally at the filature and what should be the limit of working advance that allowed to it.

Sec Ag.

GEN. & REV. SECRETARIAT
2 - JULY 1928
DEVELOPMENT BRANCH

Extract from the monthly meeting :—

"The Capital grant (of Rs. 3000) as well as the deputation of the officer (to Tarni) may be sanctioned after getting the necessary details".

W

Action taken in Ry No Seri. 1 to 28-2.

30 At the monthly meeting held at the Secretariat Chambers on 10th July 1928, the Director of Agriculture urged for a Capital grant of Rs. 3000/- for the erection of a Domestic Basin plant at the filature. It was decided that the Capital grant may be sanctioned

31 The installation of the domestic basins at the filature was ordered in G.O. No. D. 1739-40 Seri. 123-26 29 Feb 28 with a direction that the cost Rs. 3000/- should be met from filature funds. The basins were not fixed last year as they were not ready. It is proposed to install them and the Director wants the amount to be provided now. An additional grant is necessary. Submitted with a draft G.O.

16.7.28.

32 Dft for Appl

Sec'y D)

WD

22/7/28

WD 01714—GPB—30,000—18-4-28

4423
1111

General and Revenue

Genl File No. 118 of 1927

33 Bft for appl. A demand
addl grant Rs 3000 will have to be
placed before the LC at its next session
(1st November through Telegr)
26/7/27

34 If the amount can be 26/7
met by reappropriation from the
funds made for working the Byra
Channel dredging area, reference
L.C is not necy — 27.7

35 This is for the fixed 30/7
Cap of the Filature and Can not
therefore be met from the S.
referred to above. If has to be
under 27 Ag 5 Sericulture
There is a large lump
grant — Rs 9000 under this
head and this demand may
if possible be met from
this grant. If necessary
no doubt reappn
is possible this outlay will have
to be covered by an addl
grant — A

General and Revenue Secretariat. Secret. File No. 118 of 1927.

Serial No.	
	36 Subd for personal orders. I believe the Dir yage will have to be consd and if it is too early to say whether the money can be spared Second member)
	37 I do not think this expenditure can from the L.S. grant 2 sowers mer Agrl Dept.
	38 An addl grant will have to be asked for. This may be sd in anticipn of the grant by the L.C., a demand be placed at its next meeting. (1st Member)
	39 I agree. orders accordingly may be issued after Consulting Fl Secy re Suppl grant. Fl Secy with compliments
	40.

1—GPE—30,000—18-4-28

eneral and Revenue Secretariat. Secl - File No. 11d of 1927.

G.O No D- 2066-5 & 16th Aug. 19
to the Dir- of Ind & Comptr- Lucknow
Sanctions an expenditure
3000/- for the purchase and ins
lation of ~~the~~ tin domestic bann
in Filature, the amount being m
from an additional grant.
Letter no D4-3666-27 dated 21st Nov. 192
from the Dir- of Ind. Submitting
report- of the working of Filature
should be carried on and the Filature
42 A sum of Rs. 14370/- due to
Mr. M. S. Devaji Rao of Gadchiro
the Sericultural Department was
written off the accounts in March
1926. In May 1926, the Director
represented the inconvenience the
Filature was put to for want of
working capital and urged
that a sum of Rs. 14370/- may
be placed at his disposal to meet
certain urgent demands, such a
purchase of Co--- &c. In view
of the urgent necessity for the
purchase of cocoons and for re-
starting work at the Filature,
an advance of 10,000/- for the

General and Revenue Secretariat

Secn File No 118

Serial No.

pending the decision you are
of working capital required
the Filature. The Director
was also asked to report
the volume of operations to
carried on in the Filature annu
should be and what the lim
of working advances allowed
should be.

43 The Director has now
his report a copy of which has
been received vide Rs: 1,30,000/- w
be carried on at the Filature
that a working advance Rs:
50,000/- is necessary for
purpose.

44 The present working capita
is Rs: 55,784 minus Rs: 31,712-12-
representing the losses so far incur
or Rs: 24,071-3-11. Since the Director h
that a working capital Rs: 50,000/-
absolutely necessary, he is of opinion
sum Rs: 20,000/- advanced by the Fi
may
should be treated as a permanent gra
and that the balance Rs: 5,928-12
to make up Rs: 50,000/- should b
given as an additional grant.
This is the 18th point for orders.

45 The Director recommends that
an advance Rs: 30,000/- may be

Rs 130 000
32 500

22 hours
20 lbs x 8
360 x 300
108 000 x 75
81 000
40 000

28 point orders.

Serial No.

queries each year about 10 acres for the purchase of crores as the crores are sold cheap during the season. This is the 27th point for orders.

46 Out of this total loss Rs. 31712 Rs. 22499/- have already been written under proper sanction; the Director suggests the balance of Rs. 9213/- to be now written off the accounts. This is the 28th point for orders.

47 In this Connection, it is respectfully submitted that the Plantation has been working at a heavy loss all through and it has not been possible to find a ready sale for its output. It is not known how far the facilities now asked for will go to reduce the cost of production of Silk so as to compare favourably with other kinds of Silk; ~~the Plantation has now passed its stage of an experimental Concern and it is time that it should be made to be self-supporting.~~

48. Submit for orders with reference to the Members minute at page 5.

29.11.28.

49. Please verify what the present working capital is, and whether the works of have been duly

Secn File No 118 of 1927

ial
o.

from effect of
~~carried out~~ in the Comptr's books.

WR
as 4/12/28

50. The working capital of the Filature on 30th June 1928 was Rs. 75,784/-, including the two temporary advances, sanctioned in G.O. No. 3960-1 Secn-25-27-2 dt 21.10.27 and G.O. No. 13406-5 Secn-118-27-2 dt 26.6.28.

51. It is ascertained from the Comptroller's office that the monies have all been taken into account and included under "Loans" which amount to Rs. 60,135-15-9 up to the end of June 1928.

52) Submitted with reference to para 49 above.

KB. 11.12.28.

SIO

Secn Secy

11/12

53) Exclusive of the two advances, the available working capital of the Filature on 30th June 1928 was only Rs 15648-0-3 If the writers off are automatically replaced, the concern will have sufficient working capital for its normal operations.

54) In the Budget for 1928-29, a sum of Rs 58,800 has been provided for the Filature under 21 Industrial Advances (p 195 a). This, if amounts available will fully suffice all requirements.

3796

17

Serial No.

53) Over and above this, the Dir wants a temporary advance of Rs 36 000 immediately for purchase of cocoons. It is true that these cocoons at reasonable rates are available only at a particular season — and this season is already somewhat advanced but with Rs 58,800 at the disposal of the Concern, I doubt whether a temporary advance would still be necessary.

56) Perhaps an order may be issued for the replacement of losses written off only the provision in the Budget. The Dir may be asked to make out a case if he considers a temporary advance still necessary.

(1st Member) 15/12/28

57) The Govt may be consulted regarding the above proposals. 17/12

18-12-28

58) To Govt with compts

18/12/28

59) In the budget of the current year, there is a provision of Rs 58,800 made for Silk Filature advances, against which a credit of Rs 14,700

27/12

GOVT. OF BIHAR
17 DEC. 1928
No. 3739

2096
Rs 29114.4

1234
21/12

GEN. & REV. SECRETARIAT
26 DEC. 1928
DEVELOPMENT BRANCH

General and Revenue Secretariat

App. F. III—2]

of 1927—28

Seri No

unrecouped.

60) I do not see any objection to all losses so far incurred being written off and the Filature working capital being allowed to be recouped.

61) So far as that the entire losses have not already been adjusted in the General revenue accounts up to end of last year, provision will have to be made in the revenue budget of the current year to cover the excess if any over the adjustments of previous years by reference to the A.C.

63) This has been done - how is it? Please verify in Comptr's office

c) WDS 27/12/28

62) I am agreeable to the proposal of the Dev Secy to permit the recoupment of the Working capital in respect of losses incurred and written off, to the extent of the provision of Rs 58,800 made in the budget. This will leave another sum of Rs 14000 odd for temporary drawings during the year. Besides this, the Department has two temporary advances of Rs 10 each, which it may be permitted to retain till the close of the current year. This sum of Rs 20000 may be treated as the temporary advance (against of Rs 3 lacs) asked for by the Director and be allowed to be held from Nov. to June as a standing arrangement for two or three years. The question may be reconsidered thereafter.

22-12-28

WDS

27/12/28

1st Member

67) The points at A may be noticed and the result

GEN. & REV. SECRETARIAT. 28 DEC. 1928 DEVELOPMENT BRANCH.

Serial No. 5

Letter no. Dy-366-28 dated 28th Dec. 1928 from the Dir. of Ind. requesting early orders re the advance for the purchase of Cocoons.

vide paras 42-47 for the facts of the case).

65. It is ascertained from the Comptroller's office that the losses have not been adjusted in the accounts and that they have been shown as such separately. Subd for orders with reference to paras 56, 63 and 64.

HG. 4.1.29.

Secy of Agy

Chn 4.1.29

1st Member

5/1/29

66 There is a multiplicity of orders on this subject causing some confusion. It is desirable to come to a fresh understanding in regard to all the requirements of the Filature for regulating its work in the future.

67 The first point to be settled is that of the working capital necessary for this concern. This is a question of the limit up to which the Filature should be permitted to draw on the Treasury at one time. This limit, according to existing orders, is Rs 55,784. The limit for the future may be fixed at the round figure of Rs 50,000. This will be the normal limit.

68 The Director wants temporary advances during

Serial No.

during the cocoon ~~by~~ buying season. This demand, he estimates at Rs 36,000 between November and January. This year the buying season is already over and there is no need for allowing any additional capital temporarily for stocking cocoons. For the future the Director may be asked to apply for this temporary additional ~~stock~~ finance as part of his budget programme for running the Filature.

69 According to the General Budget Estimates, the advance account on account of the Filature provides for an ~~income~~ coming of Rs 14,700 and an out-going of Rs 58,800. In his letter dated 21st November 1928 the Director states that the Filature is expected to turn out ~~say~~ this year sale (value) Rs 1,32,000 It is evident from these figures that there is no relation between them. Obviously, the Budget Estimate of the Filature has not formed the basis of the figures adopted in the General Budget Estimates. This divergence ought not to exist in the future. Necessary instructions may be given to the Director and Comptroller.

70 It is clear from the accounts column of the Budget Estimates for the past few years that the losses on the working of this concern have been actually written off in the final accounts of Government. The non-adjustment ~~xxxxx~~ to which reference is made by the Director and in the Secretariat notes, is apparently in the balance-sheets of the concern. The loss during

Serial No.

1927-28 also appears to have been actually adjusted in the final accounts. The drawing account limit being fixed at Rs 50,000, no question of recouping losses already incurred + adjusted now arises.

71 The current year's budget provides for a grant of Rs 58,800 for expenditure of this concern under the Advance head. This will obviously not suffice for the requirements of the concern if the volume of its operations is of the magnitude referred to in the Director's letter. If the Filature produces more than a lakh of rupee worth of silk, its remittances to the Treasury should be considerably more than Rs 14,700 for which credit is taken in the General Budget Estimates. An additional grant for the charges of the Filature may become necessary and the Director may make an application therefor when the need arises and support the demand with reference to the remittances actually made into the Treasury

Much sum only

72 It is necessary to caution the Department against the risk of loss due to expansion of operations. The Filature is, no doubt, intended to train local sericulturists in improved methods of reeling, to turn out high grades of silk and popularise them in the Indian markets But all these operations should be so managed as not to involve any loss, even if they do not result in some profit.

reeling

73 It would appear from the Director's letter that the annual contributions to the

5232

App. F. III—2]

General and Revenue Secretariat. Seri. File No. 115 of 1927.

Serial No.	
	Depreciation Fund ~~has~~ have been treated ~~as part~~ of loss ~~incurred and~~ to be adjusted in General Accts ~~as such~~. The arrangement is unauthorised and the procedure prescribed in the G.O. dated Dte. 4742-3/pt.22 4th Febry. 1927 should be followed.

5/1/29

74 Please put up draft as above

5-1-29

7/1

7-5 Sent with this draft for consideration.

16.9.1.29

Secy

9.1.29

Revised draft G.O. submitted for approval

12.1.29

7b Revised draft G.O. subs. for approval

Secy

12.1.29

77 For appl

15-1-29

15/1

1st Member

(Mr. Joseph Fletcher)

1965

16/1

Je 23 23

29 15/1/29

78 I moved myself in the Committee having an officiating Committee to open his remarks if any before moving draft order.

16/1/29

16-1-29

79 Yes

17/1

17.11.27

GEN. & REV. SECRETARIAT.
16 JAN. '29
DEVELOPMENT BRANCH.

Note.—Contn. sheet

WD 0324—GPB.—60,000—24-9-27

22-1-29

App F. III—2]

General and Revenue Secretariat | Seri - File No. 523 1198 of 1927

Serial No.

So forwarded with compliments to the Comptroller to Govt. for favour of remarks

M Ramma Rao
for B & Govt

8/17/29

U.O. No. 277/Spl dy 23.2.29.

U.O.No.544/IAD dated 19th February 1929.

Returned with compliments.

2. All losses of the Silk Filature up to the end of June 1928 amounting to Rs 31,712-12-1, excepting the difference between the provisional Balance Shee and the audited Balance Sheet on 30th June 1928, of Rs 2,874-14-6, have been adjusted in the Government Accounts but these losses have not been recouped so far. If it is decided to fix the future working capital at Rs 50,000/-, exclusive of the above losse then specific orders are necessary to the effect that the above stated losses should be removed from the Balance Sheet of the concern and the old working capital reduced to that extent.

3. The Budget Estimates of Receipts under Industrial Advances for 1928-29 were based on the actual receipts under this head for the first 8 months and the probables for the remaining 4 months of the year 1927-28. At the time of the preparation of the Budget Estimates for 1928-29, the realisations from the sale of silk could not be expected to be more than that of the last year, owing to the depressed condition of silk market. Even under th present conditions, the Director's expectations may not be realised. The Balance Sheet and accoun for 1927-28 show the value of silk sold is only Rs 14,410/-.

WD 031—GPB—30,000—21-8-28

General and Revenue Secretariat

Secl File No 1152

Serial No.

4. With regard to the adjustment of Depreciation in the Government Accounts, the procedure laid down in Government Order of February 1924 is being followed and the losses adjusted in Government accounts so far do not include the Depreciation amount shown in the Profit and Loss Account of the concern.

DEWAN'S OFFICE. 13 MAR. 1929 No. 1201

A Abraham
Comptroller. 7/3

5339 CV

3001 25/3/29

8959/2812

4 MAR. 1929 DEVELOPMENT BRANCH

1st Member through Fl Secl 82

26-2-29 Cen 27/2

2/3/29

83 Action may be taken as indic in my note of 5/1/29. The point at A may be brought to Dir's notice. Please see last para of my note Mes 8.3.29

Differences.

8 3 29 Cen 9/3

84 Subd before issue

Fl Cen 1866/28 Dewan 85 MJ 14/3/29

18/3

Fl Secl has seen the file. Dft 9 / sec Subd. 86/Secl

NOTE—Contn. sheet

WD 021—GPB—30,000—12-8-28

Cen 15/3

General and Revenue Secretariat | Simla File No. 115 of 1927. (2

Serial No.

V.P. 0/ for 21 — para 8 / Ins. M/L

87. In para 2 of his unofficial the Comptroller wants specific note for deleting the figure under loss in the Balance Sheet. Subsd. with draft for consideration. H. Secy may also be consulted.

Secy. 23.3.29.
submd. for orders
O.M. 23.3.29.

Off. for approval.
H. Secy. may be consulted.

Secy 23.3.

5875

5/31.8 N/73

R 3372
Q 25/3/29

1st Member

25-3-29

23/3

23/3/29

GEN. & REV. SECRETARIAT
26 MAR. 1929
DEVELOPMENT BRANCH.

27.3.29

Issue

27-3-29

R-cum. Q 59
Q 1-4-29

Draft & fair subd.

1/4

Issue
1-4-29
Communicated
D 10076 a 30.3.29.
To

Comptr Insp of Bks states that the limit of working Capital

Serial No.

of. filiation is now fixed at Rs 50000 all the losses incurred by filiation prior to the passing of G.O dt 14.3.29 may be treated as written off & accordingly removed from balance sheet of the Concern

GEN. & REV. SECRETARIAT
12 APR. 1929
DEVELOPMENT BRANCH

TELEGRAPHIC ADDRESS :— "INDUSCOM."

In reply please refer to
No. D4-366/27-28

GOVERNMENT OF MYSORE

DEPARTMENT OF INDUSTRIES AND COMMERCE.

OFFICE OF THE DIRECTOR,

Dated Bangalore, the 18th May *1928*.

FROM

C. RANGANATHA RAO SAHIB, ESQ., B.A., B.L.,
Director of Industries and Commerce in Mysore,
(Bangalore City.)

GEN. & REV. SECRETARIES
26 MAY 1928
DEVELOPMENT BRANCH

To

N. Rama Rao, Esq., B.A., B.L.,
Secretary to the Government of Mysore,
Development Departments, Bangalore.

Seri 118-27-1

SIR,

Adverting to the Government order No. D. 9815-16/Seri 51-25 -27 dated the 15th March 1928 sanctioning the write off of the amounts due by Mr. M. S. Devoji Rao to the Government Silk Filature, I have the honor to forward herewith for the consideration of Government a copy of the letter No. Camp 191 dated the 21st April 1928 from the Superintendent of Sericulture.

I agree with the suggestions of the Superintendent and beg to recommend that a sum equivalent to that written off namely Rs 14,370-12-10 may be placed at the disposal of the Filature to meet the urgent demands mentioned in the letter of the Superintendent of Sericulture.

I have the honor to be,
Sir,
Your most obedient servant,

C Ranganatha Rao Sahib
Director.

usc)

Copy of letter No. 191 Camp dated the 21st April 1928 from the Superintendent of Sericulture in Mysore, Mysore, to the Director of Industries and Commerce in Mysore, Bangalore.

****

With reference to your memo No. D4-366/27-28 dated the 30th/31st March 1928 communicating to me Government order No. D.9815-16/Seri 51-25-27 dated the 15th March 1928 regarding write off of amounts due from Mr. M. S. Devoji Rao of Yedatore to the Government Silke Filature, Mysore, I have the honor to state that the effect of the write off has been that the working capital of Government Silk Filature, Mysore, has been reduced by Rs 14,370-12-10. The working capital of the concern remaining after this reduction has all been locked up in the stock of silk and waste remaining on hand which is being sold slowly on account of the general slackness in the silk market.

Money is now urgently required by the Filature for the following purposes : -

1. For installing the ten domestic basins sanctioned in G. O. No. D. 1739-40/Seri. 123-26-2 dated 16th August 1927 at a cost of Rs 3,000/-.
2. For purchasing and stocking a sufficient quantity of cocoons in the ensuing Mungar season when it is most favourable to purchase and stock cocoons. Cocoons will be available in T. Narasipur and Ummatur areas in the course of about a -- month.
3. For paying up the arrears due to the Government Silk Farms from the Gover ment Silk Filature, Mysore, on account of supplies of cocoons made to the latter.

As it is very necessary that money should be immediately made available for purposes mentioned above, I request that Government may kindly be approached to recoup the amount of -- Rs 14,370-12-10 which has been ordered to be written off the accounts and place the sum immediately at my disposal under "21 Industrial Advances, Advances for Silk Filature".

"""""""

Ser., II B-27-3

DEPARTMENT OF INDUSTRIES AND COMMERCE.

OFFICE OF THE DIRECTOR,

D. O. No. Camp ND SS Jno. Camp Mysore, Bangalore, dated the 7th June 1928

GEN. & REV. SECTION 9 JUNE 1928 DEVELOPMENT BRANCH.

Dear Sir,

I enclose for your information the letter addressed by the Sree Rama Silk Throwing Factory to the Assistant Superintendent of Sericulture requesting that supplies of 20/22 deniers of silk may be made as there is a large demand for silk of this size. The Factory report that they are confident of clearing all our stock and that sales of the old stock would be ~~hard~~ Number One if silk of 20/22 deniers is reeled and supplied to them. As you are aware, the present stock is all of 28/30 deniers. I think it is advisable that the Filature should be restarted as soon as possible. This can only be done if the working capital is increased by the amount ordered to be written off ~~and~~ (Rs.14370-12-0) is restored. I request the favour of very early orders

orders of Government in the matter.

Yours sincerely,

C Ranganatha Rao Saheb

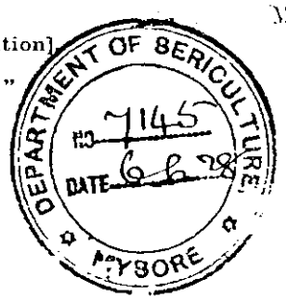
N. Rama Rao, Esq., B.A., B.L.,
Secretary to Government,
Development Departments,
Camp: Mysore.

CRS/CMR

DEPARTMENT OF SERICULTURE

MYSORE FILATURE

Code—A.B.C. [5th Edition]
Tel. Address—"BASIN"



OFFICE OF THE ASSISTANT
SUPDT. OF SERICULTURE IN CHARGE OF
FILATURE AND REELING,

Dated Mysore, 5.6. *1928.*

From The Assistant Superintendent of Sericulture
in Charge of Reeling & Dilah

To The Superintendent of Sericulture in Mysore
Mysore.

Sir, I have the honor to enclose herewith, letter no. 289, dated 2.6.28 in original received from messrs. Sree Rama Silk Throwing Factory, Bangalore for your kind perusal.

The letter is very encouraging. The efforts of messrs Sree Rama Silk Throwing Factory in popularising our high grade Silk in Dakelam is showing signs of gradual development.

There seems to be greater demand for 20/22 and the stock within is only 28/30 It is necessary for us to clear our old stock and at the same time, we should also be in a position to supply the sizes they are in need of, just to ensure our business relations in those parts.

Just now, prices of Cocoons are very favourable and the quality is also good. This is just the time for us to stock cocoons & to restart work at least by the middle of June 28.

We have at our credit including Demand draft cheque (for Rs 900/-) only Rs 2092-0-0. This amount will not be enough to purchase large stock of Cocoons.

I request you, therefore, to kindly obtain very early sanction of Government to place at our disposal the written off amount viz Rs 14370-12-10 as already recommended by the Director. (Vide Director's letter no. D. 4. 366/27-28 dated 18.5.28)

I have the honor to be
Sir,
Your most obedient Servant
T. N. Jayaprakasa Rao
Asst. Superintendent

Submitted — Director of Industries & Commerce, for favour of information and for kindly arranging to place the required sums at the disposal of the Mysore Filature early.

T. N. Jayaprakasa Rao
Superintendent

SREE RAMA SILK THROWING FACTORY

PROPRIETORS: ARASINGASA SHALGAR AND NARAYAN NAIK & Co.

147 THIRD ROAD, CHAMARAJPET

Bangalore City, 2-6-1928

Office of the Superintendent of Sericulture incharge of Filature, Mysore.
No. 1270 Date. 5-6-28

T. No. 289

To
The Assistant Superintendent of Sericulture
in charge of Filature and Reeling Mysore.

Sir,

We beg to enclose herewith a cheque for Rs 900/ on Bank of Mysore Mysore branch No 30/75 of 2-6-1928. Please to acknowledge the receipt and credit the amount to our a/c.

We have again taken one more bundle of silk yesterday from the Govt Weaving Factory weight but the silk was 98 lbs 7 3/4 ozs on weighment. Please to make a note of this.

Upto till now 300 lbs of silk is already sold. We have received the statement of sales till 19-5-1928. We shall submit it in a day or two. There is a good demand for our silk, but your coarser sizes are not appreciated. People want finer size 20/22 or 24-26: Now in the lot we are getting from you the size is not well maintained. There is nearly half the portion in each bundle of silk of the size 36/40 and even 40/55. We hope you will not mind if we suggest you to maintain

SREE RAMA SILK THROWING FACTORY

PROPRIETORS:
RASINGASA SHALGAR AND
NARAYAN NAIK, Co.

147, THIRD ROAD, CHAMARAJPET.

Bangalore City, ... 192 .

No. ....

The regular and ~~...~~ ye When we take the
Silk of 28/30 s" it must necessarily be of 28/30 size. It
should not exceed 30 deniors.

When are you going to restart the 20/22 ?
There is greater demand for 20/22 size silk
only coarser size silk can not be rapidly so
side by side it must have sufficient lot
of 20/22 deniors. We had to finish our long-
standing stock of other silk. Now it is nearly
finished. We shall solely engage ourselves
to your work. But we urgently want the
supply of 20/22 to help the sales of your old
stock. We are now confident ~~that~~ of clearing
all your stock, you need not be anxious
about it. But kindly arrange for a supply
of 20/22 soon. We shall arrange to send soon
for your N. D. tow silk the price which we could
get. Mr Narayan Rao Naik intends to go to Mysore
shortly. Thanking you in anticipation.

We beg to remain
Yours Sincerely
for Narayan Rao
Narasingasa Shalgar.

Issue & Submit.

Proceedings of the Govt. of H.H.
the Maharaja of Mysore.

Read -

G.O. No.D.9815-16 Seri 51-25-27 dated 15th March 1928 sanctioning, among other things, the write off of Rs.14,370-12-10 due from Mr. M.S. Devoji Rao of Yedatore to the Government Silk Filature at Mysore.

Letter No.D_4 2205-27 dated 20th Mar 1928 from the Director of Industries and Commerce reporting that the Filature would be temporarily closed from 22nd March ~~Seri. 33-27-1.~~

Letter No.D_4 366-27 dated 25th May 1928 from the Director of Industries and Commerce requesting that a sum of Rs. 14,370-12-10 equivalent to the sum written off in the G.O. read above may be placed at the disposal of the Filature to meet urgent demands.

Order No.D. 12484-5

Dated: Bangalore, 26th June 192[illegible]

The Director of Industries and Commerce reports that it is urgently necessary to purchase and stock a sufficient quantity of cocoons in the Hungar Season and has requested that he may be placed in additional funds to the extent of Rs.14,370-12-10, representing the amou written off in the G.O. read above. Pending the decision of the question, and in view of the immediate necessity to purchase cocoons and restart work, Govt. are pleased to sanction an advance

of Rs.10,000/- to be debited to the group head of advances in the current year's budget.

The Director of Industries and Commerce is requested to arrange for the restarting of the Filature at an early date and submit a detailed report for the orders of Govt., as to what should be the volume of operations to be carried on, normally every year, at the Filature and what should be the limit of working advance to be allowed to it.

The Director is further requested to arrange for the rapid disposal of the stock on hand at the Filature and to arrange for the manufacture of silk of 20/22 denier or such other variety as may be largely in demand.

Secretary to Govt.,
Development Deptts.

25/6

The Director of Industries and Commer

The Comptroller to Government through

Diary No. of letter replied to.....

General and Revenue Secretariat

( )

, *the* 192 .

Date of issue.... 16/8/28

Signed by.....

May this be

i Printed ?

ii treated as a standing order ?

iii published in the Gazette, English Part ?

iv translated ?

v placed at the disposal of the press ?

vi published in the Gazette,

Section Sen

File No. 118-2

Serial No. 3

Proceedings of the Government of His Highness the Maharaja of Mysore

Read— G.O.No. D.1739-40 Sen 123-26-28 16th August 1928 Sanctioning the installat of Kin domestic basins an Govt. Silk Filature at Mysor

Letter no. D4-3662/27 May 1928 from the Dire of I.I. requesting, amon other things, sanction Rs: 3000/- for installing basins ref in the G.O read abo

Order. D 2054-

In the G.O. of 16th August read above, it was direct that the cost of the basins sh

---

be met out of the Filature fu as there are not enough Budget funds for filature with the Filature and as the work have been [illegible] an Urgent nature,

~~Corresponds with his letter of~~
~~this day, there from to~~
~~Secretary, Govt.~~
are pleased to sanction an
additional Grant of Rs. 3000/- (
to cover
~~to Govt.~~, the expenditure in
Connection with the installation
of this Hearing A. elements
for the Amusement will be
placed before the d.c. at
its next Session.

purchase and
in anticipation of the
grant of that sum by the
d.c.

26/28.
22/7 Officer.

To

The Asst. of S.H
Comptr = Tehn S.D

2. Letter No.D. 366-27 dated 25th May 1928 from the Director of Industries and Commerce requesting among other things, sanction for Rs.3,000/- for installing ten basins referred to in the Govern ment order read above.

Order No.

Dated, Bangalore, 16th August 1928.

In the Government Order ~~xxxx~~ dated 16th August 1927 read above it was directed that the cost of the basins should be met out of the Miltary funds. But as there are not enough funds now with the Milit ary and as the work is of an urgent nature Government are pleased to sanc tion an expenditure of Rs.3,000/- in connection with the purchase and installation of these basins in anticipation of the grant of that sum by the Legislative Council. A demand for this amount will be placed before the Legislative Council at its next session.

GOVERNMENT OF MYSORE.

DEPARTMENT OF INDUSTRIES AND COMMERCE.

REVENUE DEPARTMENT
3996
22 NOV. 1928
DEVELOPMENT BRANCH.

OFFICE OF THE DIRECTOR,

Dated, Bangalore, 21st Novr. *192*

FROM

C. RANGANATHA RAO SAHIB, ESQ., B.A., B.L.,
Director of Industries and Commerce in Mysore,
Bangalore (India.)

To

N. RAMA RAO, ESQ., B.A., B.L.,
Secretary to the Government of Mysore,
Development Departments,
Bangalore.

Seri. 118-27-4

SIR,

With reference to Government Order No. D.13404/5 Seri. 118-27-2 dated the 25/26th June 1928 calling for a detailed report on the volume of operations that should be carried on every year normally in the Filature and the limit of working Advance required for the purpose, I have the honour to submit for the information of Government copies of letters No. 499 of the 3rd September 1928 and No. 816 of the 2nd November 1928 received from the Superintendent of Sericulture. In his first letter, the Superintendent of Sericulture estimates that with an equipment of 22 basins the total output of reeled silk per annum in the Filature will be worth about Rs 1,32,000/- as reported in the Budget Estimates of the Filature for the year 1928-29. The expenditure to be incurred on account of purchase of cocoons, fuel and establishment charges, to obtain the required output of silk will amount to Rs 1,30,000/- of which the amount needed for the purchase of cocoons only will amount to Rs 1,08,000/-. The total monthly expenditure is approximately about Rs 11,000/-, of which the charges on account of cocoons is Rs 9,000/-. The experience of working the filature in the past has shown conclusively that normally no return can be expected under less than four to five months and the concern should have at its disposal sufficient liquid capital to carry on operations for this period i.e., between Rs 44,000/- to Rs 55,000/-. There is however one special circumstance connected with a filature

filature established at Mysore which necessitates an even large working capital. The biggest crop in this area is harvested i the winter i.e., in November and December and the cocoons are cheapest at this time of the year. During the summer months, the cost of cocoons is high in Mysore as the mulberry on which the worms are fed is an irrigated and therefore expensive crop and it does not pay to get cocoons from the Bangalore District owing to the cost of transport. It is therefore necessary to lay by as large a stock of cocoons as possible during the winter months so that the cost of productions may be low. I would therefore recommend that a fixed working capital of Rs 50,000/- which represents 4½ months working expenses may be sanctioned but that an additional temporary advance of Rs 36,000/- may be given about November each year for purchase of cocoons. This temporary advance will be adjusted before the end of June of the following year.

The working advance sanctioned at present is Rs 55,784/-. This is the aggregate total of amounts sanctioned several times and represents the figure that experience has shown to be required. An advance of Rs 35,784/- was first sanctioned in Government Order No. L.4301-3/A&E 118-21-8 dated the 2nd February 1922 and this was increased subsequently by two additional grants of Rs 8,000/- and Rs 12,000/- respectively in G.O.No. L.3046-47/A&E. 75-22-2 dated the 17/18th October 1922 and G.O.No. 4230-31/A&E. 75-22-4 dated the 4/8th December 1922, making up a total Advance of Rs 55,784/-. Copies of the Government Orders sanctioning these advances are submitted for the perusal of Government. I should not have suggested a reduction in the working advance even though the capacity of the filature will be doubled in the future except for two reasons. For normal operations a working capital of Rs 50,000/- will be ample and a temporary grant for about 6 months sufficient to lay by a stock of four months' cocoons will meet a special need and help to reduce the cost of working and not undul increase the interest charges the concern will have to bear on its capital. The filature will not export its products to

to Europe as was done before and the period required for converting its stock into cash will be relatively less than formerly.

In addition to the working advance, temporary advances were sanctioned from time to time by Government in view of the fact that money was locked up in stock for long periods and losses were incurred in foreign sales owing to the unexpected drop in exchange. The total grant of temporary advances from time to time amounted to Rs 33,000/- of which a sum of Rs 23,000/- has been repaid with the exception of a sum of Rs 10,000/- sanctioned in G.O. No. D.3960-61/ Seri.25-27 dated the 21st October 1927. This is exclusive of the advance of Rs 10,000/- sanctioned by Government with their Order No. D.13404-5/Seri.118-27-2 dated the 26th June 1928.

Owing to the losses referred to above, a good part of the working advance was written off by Government. The details are given below:-

(1)	Rs 7,289 9 0	being the losses of the Filature as a result of the sales in France on account of depreciation in exchange. G.O.No.5509-10/Seri. dated the 17th January 1927.
(2)	Rs 13,170 12 10	against a sum of Rs 14,370-12-10 written off in G.O.No. D.9815-16/Seri.51-25-27 dated the 15th March 1928 being the arrears due by the Agent of the Filature Mr. Devoji Rao. The balance of Rs 1,200 was not written off although sanctioned represents the sale proceeds of silk sold directly by Mr.Devoji Rao and the estimated value of stock with him. This amount need not be written off now.
(3)	Rs 1,298 12 5	representing the losses incurred by the Filature on the sales of silk to the Sri Krishnarajendra Mills under the arrangements approved by Government in Order No. I.C.8659-60/Seri.3-25-26 dated the 18th June 1926.
(4)	Rs 680 0 0	representing money accidentally stolen and written off in G.O.No.10002-3/Seri. 92-27-2 dated the 20th March 1928.
(5)	Rs 60 5 0	representing the value of unserviceable articles written off by me from time to time.
Total:-	Rs 22,499 7 3.	

The specific items referred to above do not represent all the losses of the Filature since it started working in September 1922.

They only represent definite amounts written off under orders of Government, or by the Director from time to time.

I enclose herewith a statement showing the losses incurred from September 1922 upto end of June 1928, i.e., nearly six years amounting in all to Rs 37,261-1-3.

The figures for all the half years except for the latest half year i.e., half year ended 30th June 1928, have been audited by the Comptroller. The total losses include a sum of Rs5548-5-2 being the amount of depreciation provided for in the accounts by the Comptroller. The charges on account of depreciation do not operate as a deduction in working capital. The losses from time to time which have reduced the working capital amount to - - Rs 37,261-1-3 minus Rs 5,548-5-2 or Rs 31,712-12-1. The total of the separate amounts referred to above is Rs 22,499-7-3 and the balance that has now to be written off is Rs 9,213-4-10.

I request that early orders of Government may kindly be obtained to write off this amount also. The balance of working capital available at present is Rs 55,784/- minus Rs 31,712-12-1 or Rs 24,071-3-11. This is exclusive of the two items of temporary advance, amounting in all to Rs 20,000/- sanctioned in G.O.No.D.3960-61/Seri.25-27 dated 21-10-27 and G.O.No. D. 13404-5/Seri.118-27-2 dated 26-6-28. I beg to recommend that these temporary advances may be made permanent additions to the working capital of the filature. The total figure will then amount to Rs 44,071-3-11. An additional grant of Rs 5,928-12-1 may kindly be sanctioned to bring the figure to Rs 50,000/- I also request that a temporary advance of Rs 36,000/- for purchase of cocoons may be granted. The need for this grant has been sufficiently explained in the earlier part of this letter.

I have the honour to be,
Sir,
Your most obedient servant,

DEPARTMENT OF SERICULTURE

MYSORE STATE

Vide G.O. in duplicate.

. H. S GOVINDA RAO, B.A.
Tel. Address—"SERI"

OFFICE OF THE SUPDT. OF SERICULTURE, IN MYSORE,
EXHIBITION BUILDINGS.

Mysore, 31st August, *192* 8

3-9-1928

FROM

H. S. GOVINDA RAO, Esq., B.A.,

Superintendent of Sericulture in Mysore,

MYSORE.

To

C. Ranganatha Rao, Sahib, Esqr., B.A., B.L.,

Director of Industries and Commerce in Mysore,

BANGALORE

SUBJECT AND REFERENCE—

SIR,

With reference to your Memo NoD.4-366/27-28 dated 26-6-28 forwarding to me copy of G.O.No.D.13404-5/Seri 118-27-2 dated 25th June 1928 sanctioning an advance of Rs10,000/-to the Government Filature Mysore, and asking me for a detailed report regarding the volume of operations to be carried on in the Filature, etc, I have the honour to state as follows.-

The volume of operations to be carried on during the year 1928-29 has already been reported in the letter submitting the budget estimates of the Filature for the year 1928-29. The Filature expects th reel silk worth about Rs1,32,000/-for which it has to spend Rs1,30,000/-for raw materials and overhead charges, hence an amount of Rs1,31,487/-has been asked for in the budget of the Filature for 1928-29. This will be the normal volume of operations to be carried on in the Filature with 22 basins during the year.

Working Advance.

Out of the Rs1,31,487/- asked for in the budget for 1928-29, about Rs1,08,000/-will be for purchase of cocoons. Cocoons required for work in the Filature from January to end of June in a year will have to be purchased and stocked during the preceeding months of

f November and December when big cocoon crops are harvest
n Mysore District and when the prices of the cocoons also
ill not be high, as the cost of cocoons goes high from
anuary to June due to short crops as the gardens in Mysore
istrict are mostly rain fed. As such, the amount of the
orking advance should be nearly half of the total amount re-
uired for purchase of cocoons in a year, as the cocoons re-
uired in one half of the year i.e.from January to June will
ave to be purchased and stocked during the previous half year.
s such, the working advavance of the Filature, may be kindly
ixed at Rs50,000/-the total losses so far incurred and written
ff being recouped.

In this connection, it is necessary to state that the amount available for operation out of the working advance is limited, as the losses so far incurred have not been recopped fully. When the Filature was first started Government sanctione a working advance of Rs35,784/-in G.O.No.L.4301-3/A.& E.116-21-8 dated 2nd February 1922(Copy of G.O.enclosed)

As this amount was found insufficient due to delay in turn over, Government sanctioned a further advance of Rs3000/-in G.O.No.L.3046-47/A.& E.75-22-2 dated 17th/13th October 1922, and a further advance of Rs12,000/- was sanctioned in G.O.No.4230-31 A.& E.75-22-4 dated 6/8th December 1922.(Copies enclosed)

Thus the working advan ce of the Filature was fixed at Rs55.784/-

As the silk produced was being exported to France through the Agent. Mr.M.S.Devoji Rao, and as most of the money was locke up in stocks of silk, Government sanctioned temporary advances to the Filature as follows

(a) Rs10,000/-in G.O.No L.653-5/A.& E.75-22-19 dated 23rd July 1923.(Copy enclosed)

(b) Rs10,000/-in G.O.No.I.C.8538-9/A.& E.445-24-2 dated 23/6/25 (Copy enclosed)

(c) Rs 3000/-in G. O. No.I.C.7392-3/Seri 62-25-5 dated 23rd/27th April 1926 (Copy enclosed)

(d) Rs10,000/-sanctioned in G.O.No.D.3960-61/seri25-27 dated 21st October 1927(Copy enclosed)

A Al the above temporary advances except Rs10,000/-sanctioned 21st October 1927 have been returned to Government by the Filatu

Out of the Rs55,784/-originally sanctioned by Government as working advance, only a small amount has been available for oper tion as the losses incurred so far have not been recouped fully noted below -

Losses incurred in the Filature excluding depreciation up to end of June 1928 Rs51,712-12-1 as per Balance Sheet.

Of this Government have written off the following amounts.-

1. Rs7,239-9-0 written off in G.O.No.5509-10/seri dated 17/1/27.

2. Rs 13,170-12-10 written off in G.O.No. D 9815-16/seri 51-25-27 dated 15th March 1928.

3. Rs 620/- Loss of cash written off in G.O.No.10002-3/seri 92-27-2 dated, Bangalore 29th March 1923.

4. 0-15-0 Loss written off by Director as bad debts in No D4-1983/27- dated 3rd/4th April1928.

5. 59-6-0 Cost of unserviceable petty stores written off in Directors No.D4-1983/27-28 dated 7th February 1928.

Total Rs. 21,200-10.10

Besides the above Rs21,200-10-10 loss written off by Government and Director, the following losses have been incurred.-

Rs1,298 -12-5 Loss incurred in sale of silk to Sre Krishnarajendra Mills as per G.O.No.I.C.8659-60/seri 3-25-26 dated 18th June 1926

Rs9,213 -4-10 Loss on working incurred up to end of June 1928.

~~Thus~~ Total Rs10,512-1-3

This amount of Rs10,512-1-3 has to be written off by Government.

Thus after deducting the losses incurred up to end of June 1928 the amount available for operation out of the working advance of Rs55,784 is Rs23,821 -8 -7 only.

I beg to request that Government may kindly be moved to write off the losses incurred so far and not yet written off. The to

The total losses incurred so far including the losses to be written off now, amount to Rs31,712-12-1 out of the initial working advance of Rs55,784/- ,a sum of Rs23,821-8-7 only is available for operation. But a sum of Rs50,000/-is required working advance during the current year. Hence Government may kindly be requested to recoup Rs25,928-12-1 only, as a separate reference has already been made to recoup Rs249-11-4 spent on [illegible] Advance towards capital expenditure.

I have the honour to be ,

Sir,

Your most obedient servant

W.J. [illegible]

Superintendent.

DEPARTMENT OF SERICULTURE

MYSORE STATE

876/25-11

MR. H. S. GOVINDA RAO, B.A.
Tel. Address—"SERI"

OFFICE OF THE SUPDT. OF SERICULTURE IN MYSORE,
EXHIBITION BUILDINGS.

Mysore, 2nd November 1928. *192* .

FROM

H. S. GOVINDA RAO, Esq., B.A.,

Superintendent of Sericulture in Mysore,

MYSORE

TO

C. Ranganatha Rao Sahib, Esq., B.A., B.L.,

Director of Industries and Commerce in Mysore,

Government Silk Filature.

Statement showing the losses incurred up to end of 30th June 1928.

Period	Depreciation	Interest	Audit charges	Revaluation.	Other losses.	Working cost.	Total Loss.
	Rs	Rs					
Septr. 1922	670- 1- 4	(180-6-1)					
Decr. 1922	216- 2-11	(1,125-10-4)					
June 1923	474- 8- 5	(1,811- 8-7)					
Decr. 1923	543- 2- 0 — 786- 4- 3	(1,918- 3-11)					
June 1924	439- 8- 4	(1,610-11-1)					
Decr. 1924	555- 9- 0	(1,672-12-0)					
June 1925	548-15- 1	(1,624-11-0)					
Decr 1925	568- 0- 0	(3,667- 0-0)					

Decr	1926	456- 0- 0 155-15-11	(1,856- 1-0) -
June	1927	452- 8- 0	(1,666- 0-0) -
Decr	1927	449- 0- 0	(1,966- 0-0) -
Total		5,102-11- 2	(19,099- 0-0) -
June	1928	0	

5,548- 5- 2

Bad debts written off.

Loss in the transaction of S.K. Mills difference in value fixed and paid for - half borne by mills and the other half by factory.

Proceedings of the Government of His Highness the Maharaja of Mysore-.

Read.-

Government Order No.L.4301-3/A.&E. 118-21-8 dated 2/13th February 1922 sanctioning amomg other matter the advance of Rs35784 for working the silk Filature.

2. Government Order No.L.3046-47/A.& E.75-22-2 dated 17/18th October 1922 sanctioning an additional advance of Rs8000/-for working expenses in connection with the silk Filature.

3. Government Order No.L.1597-9/A.& E 35-22-2 dated 16th August 1922 and Government Order No.L.3869-70/A & E 53-22-3 dated 24th November 1922 sanctioning the appointment of Mr.M.S.Devoji Rao of Yedatore as an Agent for the sale of silk produced in the silk at Mysore subject to certain conditions.

4. Letter No.ROC 546/H.C.205-8 of 22.23 dated 24th November 22 from the Director of Agriculture in Mysore requesting sanction to an additional advance of Rs12000/-for purchasing cocoons to keep the Filature going for a period of two months more.

Order No.L.4230-31/A. & E.75-22-4,

Dated Bangalore, the 6/8th December 1922.

Government are pleased to sanction a further advance of Rs12000/- for the purpose/ indicated by the Director. This amount as well as the amount previously advanced should be treated as temporary additions to the working Capital and should be withdrawn as soon as the moneys from the sale of raw silk are realised.

Sd/- D.C.Subbarayappa

For Secy. to Govt. Rev.Deptt.

No. R.O.C.546/H.C.205-12 dated 11th December 1922.

Copy forwarded to the Superintendent of Sericulture in Mysore, for information.

Sd/-Leslie C.Coleman

Director of Agriculture.

MLN.

Copy.

roceedings of the Government of His Highness the Maha---

of Mysore.

Read.-

Government Order No.L. 4301-3 A & E. 118-21-8 dated 2/13th February 1922 sanctioning among other matters, an advance of Rs35784/- for working the Silk Filature at Mysore.

2. Letter No. R.o.c 546-H.C.205-2 of 22-23 dated 23 rd Sept. 1922 from the Director of Agriculture in Mysore forwarding a copy of letter no.517 dated 7th September 1922 from the Superintendent of Sericulture in Mysore and requesting that under the circumstances represented by the Superintendent a further amount of at least Rs8000/- may be placed at his disposal for financing the Silk Filature referred to in the order read above.

Order No.L.3046-47/A & E.75-22-2,

dated Bangalore, the 17/18th October 1922.

An additional advance of Rs8000/- for working expenses is sanctioned

Though the Filature has been working for the last five months the quarterly report on its working with a correct balance sheet has not been received. The Director of Agriculture is requested to expedite the same.

Sd/- D.C.Subbarayappa

For Secretary to Government,
Revenue Department.

Immediate.

No. R.o.c.546/H.C.205-4 of 22-23 dated 25th October 1922

Copy forwarded to the Superintendent of Sericulture in Mysore with reference to his No.517 of 7th September 1922. He is requested to submit the quarterly report with a correct balance sheet as early as possible for transmission to Government.

Sd/-H.V.Krishnayya

For Director of Agriculture.

TELEGRAPHIC ADDRESS :— "INDUSCOM"

Urgent.

22

In reply please refer to
No D4-366/28-29.
Encls:— 4

GOVERNMENT OF MYSORE.

DEPARTMENT OF INDUSTRIES AND COMMERCE.

Refer please ... Attach ... file & the ... letter ... Office for ... from the ... Complete ... 2/29

OFFICE OF THE DIRECTOR,

Dated, Bangalore,..28.th. Decr.....1928.

FROM

C. RANGANATHA RAO SAHIB, ESQ., B.A., B.L.,
Director of Industries and Commerce in Mysore,
Bangalore (India).

REV. SECRETARIAT 5232 JAN. 3 DEVELOPMENT BRANCH.

To

N. RAMA RAO, ESQ., B.A., B.L.,
Secretary to Government, Development Depts.,
BANGALORE.

SIR,

Seri 118-27-5

I have the honor to forward herewith copies of letters dated 26th November 1928 and 7th December 1928 from the Superintendent of Sericulture requesting a temporary advance of Rs.10,000/- for purchase of cocoons and explaining the disposition on 1st December 1928 of the available working advance of Rs.44,071-3-11 at the credit of the Filature. The amount of the working advance available at present exclusive of losses incurred prior to 30th June 1928 and the need for temporary advances at this season for purchase of cocoons have been made clear in my letter dated 21st November 1928.

2) The disposition of the working advance shows that a sum of Rs.9,456-7-0 is locked up in raw materials, the bulk of which is the value of cocoons (15,190 lbs.) viz: 8,544-6-0; The value of finished goods, i.e., silk and waste is Rs.15,341-8-0. I have in my letter No. D4-782/28-29 dated the 5th December 1928 requested orders of Government for the disposal of the entire stock of raw silk. The amount due from sundry debtors is Rs.20,183-1-4 and the losses for the half year due to the decline in price of silk is estimated at Rs.4000/-. I have explained in detail in my unofficial note dated 18-12-1928 the present position of the raw silk market and the necessity for either preserving in production regardless of the loss which has to be faced in the future interest of the industry. Of the amount due from debtors noted in the *margin the amount due from Messrs..Sri

from Messrs. Sri Rama Throwing Factory is expected to be adjuste early. The amount due by Messrs. Hashim Ariff Brothers & Co., w be paid at intervals of sixty days after delivery of consignment in accordance with the terms of the agreement with the firm.

3) It will be observed from the statement forwarded by th Superintendent that a sum of Rs.7,633/- is due by him for purchas made and the amount recovered from Sri Rama Throwing Factory wil be fully absorbed in paying the creditors of the filature, i.e., ryots who have sold cocoons. Although the cocoons in stock will last the filature till the end of January it is desirable to lay by a large stock of cocoons for reasons pointed out by the Super intendent and also explained in my letter. I request that the advance requested may kindly be sanctioned early.

I have the honour to be,

Sir,

Your most obedient servant,

URangamma Rao Sa

DIRECTOR.

ksv.

* Messrs. Sri Rama Silk Throwing Factory being the cost of silk supplied during July to October 1928	Rs.7,300	0	0
Messrs. Hashim Ariff Bros. & Co., Silk supplied during October and November 1928 ...	8,423	0	0
G. Subba Rao, Closepet, Silk supplied during October 1928.	1,159	0	0
Govt. Weaving Factory - Silk supplied during October and November 1928...	1,045	0	0
Sundry Debtors.	2,256	1	4
	Rs20,183	1	4

DEPARTMENT OF SERICULTURE

MYSORE STATE

MR. H. S. GOVINDA RAO, B.A.
Tel. Address—"SERI"

OFFICE OF THE SUPDT. OF SERICULTURE IN MYSORE,
EXHIBITION BUILDINGS.

Mysore, 26th November 1928.

FROM

H. S. GOVINDA RAO, ESQ., B.A.,

Superintendent of Sericulture in Mysore,

MYSORE.

TO

C. Ranganatha Rao Saheb, Esqr. B.A.,B.L.,

Director of Industries & Commerce in Mysore,

BANGALORE.

SUBJECT AND REFERENCE—

SIR,

With reference to your letter No. D4-366/27-28 dated 21st November 1928, forwarding a copy of letter addressed to the Secretary, Development Departments, re. the working to Filature, I have the honour to state that nearly a sum of Rs3000/- has to be paid immediately for purchase of cocoo made so far. The suppliers are hesitating to supply ~~xxxxx~~ cocoons on credit. Hence I request you to move Government to place at the credit of the Filature a temporary advance Rs10,000/- for immediate purchase of cocoons in anticipation of sanction of Rs36,000/- recommended in your letter No. - D4-366/27-28 dated 21-11-28. If cocoons are not purchased during December 1928, the cost of cocoons is likely to go u and the quality of cocoons will also be inferior. I request an immediate advance so that I may go on with the purchase of cocoons.

I have the honour to be,

Sir,

Your most obedient servant,

H. S. Govinda Rao

Superintendent of Sericulture.

DEPARTMENT OF SERICULTURE

No: 1106
Encl: 2 in duplicate

MYSORE STATE

MR. H. S. GOVINDA RAO, B.A.
Tel. Address—"SERI"

OFFICE OF THE SUPDT. OF SERICULTURE
IN MYSORE,
EXHIBITION BUILDINGS.

Mysore, 7th December *192* 8.

ear Sir,

As desired by you in person I enclose herewith the Working Advance statement of the Government Silk Filature as it stood on 1st December in duplicate for kind perusal.

Yours Sincerely

H. S. Govinda Rao
Superintendent of Sericulture

C. Ranganatha Rao Saheb, Esqr., B.A., B.L.,
Director of Industries & Commerce in Mysore,
Bangalore.

Government Silk Filature, Mysore

Working Advance as on 1/12/28.

Working advance as it stood on 1st.July 28.	₨44071-3-11		
Deduct Capital expenditure incurred out of working advance unrecouped.	249-11- 4		
	₨ 43,821-8 - 7		
Add outstanding payments.	7,632-10 -0		
	₨ 51,454- 2 - 7.		

1.	Value of stock on hand.-			
	1022 lbs,	28/30 raw silk @	₨11/8/per lb.	₨11753-0-0
	151	16/18	13/8/-	2038-8-0
	25	miscellaneous	10/-	250-0-0
	220	20/22	12/-	2640-0-0
		Silk waste 660 lbs @	₨1/-per lb.	660-0-0
		Cocoons 15,190 lbs raw.	@0-9-0	8544 -6-0
		Fuel. 15.T. 9 Cwt. @	₨13/-per ton.	200 -8-7
		Petty slips		712 -0-0
				₨26,798 -6 -7
2.	Sundry Debtors.			20,183- 1 -4
3.	Treasury Balance.			472-10-8
4.	Depreciation due to revaluation of 28/30 silk on hand on 1st July 28. This had been valued at ₨12/10/-per lb but fetched about ₨11/4/-per lb only. (Loss anticipated during the half year.)			4000 -0 -0
				51,454- 2n-7

Superintendent of sericulture

Amounts due to the Filature as on 30th November 28.

1.	Messrs: Sre Rama Silk Throwing Factory, Bangalore. Cost of silk supplied during July, August, September, and October 1928.	Rs 7,300- 0 - 0
2.	Messrs: Hashim Ariff Bros & Co., Calcutta. Silk Supplied during October and November 1928.	8,423 -0 - 0
3.	Mr. G. Subba Rao, Closepet. Silk supplied during october 28.	1,159 -0 - 0
4.	Government Weaving Factory, Bangalore. silk supplied during Oct.& Nov.28.	1,045 - 0 -0
5.	Sundry debtors.	2, 256 -1 - 4
	Total	Rs 20, 183 - 1 - 4

H. S. Srinivasa Rao

Superintendent of Sericulture

in Mysore, Mysore.

Issue & Submit.

SUBJECT.....

.....

.....

Diary No. of letter replied to.

2 drafts

Sec Ser

File No. 118-

Serial No. 6

General and revenue Secretariat

( )

the 192 .

Proceedings of the Government of His Highness the Maharaja of Mysore.

Date of issue 18/9/25 X

Signed by Yr C S Narasimha

Read— G. O. No. L. 4301-3 A 118-21-8 dated 2 nd Febr 1922 sanctioning a sum Rs. 35,784/- for being utilized as working capital for running the Govt. Silk Filature at Mysore.

2. G. O. S. No. L. 3946-7 A 75-22-2 & 18 40/22 and L. 4231 A 12, 75-22-4 & 8 12/22 Sanctioning two additional grants Rs. 8000/- and Rs. 12,000 respectively, making up a total Advance Rs. 55,784 to the Filature

3. G. O. No. D. 3960-1 Serl. 25-27-2 & 31st October 1 Sanctioning a temporary advance Rs. 10,000/- to the

May this be

i Printed ?

ii treated as a standing order ?

iii published in the Gazette, English Part ? Y & Z

iv translated ?

v placed at the disposal of the press ?

vi published in the Gazette, Kannada Part ?

~~Order~~ Thereon ~~No.~~

propose will the ensuing year

year 1922-28.

4 G.O nos. D. 13404-5 Seri. 118-27-2 dated 26th June 1928 Sanctioning an advance of Rs. 10,000/- for the purchase of cocoons

5 Correspondence ending with letter nos. DA-3 66-27 9218 dt NVV. 19th from the Dir. of Sgs Submitting a report on the volume of work that is expected to be done at Mysore Filature, and soliciting orders on certain financial aspects affecting the affairs of this Filature.

Order. D 9-5-97-8

Govt. observe that there is a multiplicity of orders on this subject causing some confusion, and they consider it desirable to come to a fresh understanding in regard to

List of enclosure.

Copied by

Examined by

WD 0326—GPB—12,500—26-5-27

G. R. S. G/33]

GENERAL AND REVENUE SECRETARIAT.

(*Continuation sheet draft form.*)

the Telative for regulating its work in the future.

The first point requiring settlement is that of the working Capital necessary for this Concern. This is a question of the limit up to which the Telative should be permitted to draw on the Treasury at any time. This limit according to existing orders is Rs. 5.5, 7 8 4. Govt. direct that the limit for the future be fixed at Rs. 5.0, 000/-. This will be the normal limit.

The Current years budget provides for a grant of Rs. 5.5. 8 00/- for expenditure of this Concern under the Advance

the Govt. observe that this amount may not be sufficient for the requirements of the Concern if the volume of its operations is of the magnitude referred to by the Director in the Correspondence read above. If the Factory produces more than a batch of rupees worth of silk, its remittances to the Treasury should be Considerably more than Rs. 14,700/ for which only Credit is taken in the General Budget Estimates. If an additional grant becomes necessary, the Dir. may make an application therefor when the need arises and support the demand with reference to the remittances actually made into the Treasury.

The Director may grant

G. R. S. G/33]

GENERAL AND REVENUE SECRETARIAT.

(*Continuation sheet draft form.*)

temporary advances ~ during the Cocoon ~ buying season. This demand, he estimates @ Rs 36,000/- between 1st January. Govt. observe that the buying season is already almost over this year and that there is no need for allowing any additional Capital temporarily for Stocking Cocoons. If for the future the Director may apply for this temporary additional finance as part of his budget ~ programme for running the Filature.

Govt. observe from a perusal of the accounts Column of the Budget Estimates for the past few years that the loss

{ If, however any money is immediately necessary for purchases in what remains of the season, the Director may submit proposals against the balance of Rs 8800 that remains in the provision under the advance head, for applying Rs 5000 for capital as working capital as in 1, above.

On the working of this Concern have been actual written off in the final accounts of Govt. It is presumed that the loss during 1927-28 has also been similarly adjusted in the final accounts for that year. The drawing account having now been fixed @ Rs. 50,000/- no question of recouping losses already incurred and adjusted now arises.

It is observed that the annual Contributions to the Depreciation Fund have been treated as losses to be adjusted in General Accounts. This arrangement is ~~unauthorised~~ and the procedure prescribed in G. O. No. D. P. 4742-3 dt. 24-23-197 7th February 1924

In regard to the adjustment of Depreciation in the final accounts, it is ascertained that the procedure prescribed in G O No D.P. 4742-3 dated 7th Feb 1924 is being followed and that the losses adjusted in the final accts do not include the depreciation shown in the Profit & Loss Acct of the Concern.

A

F. R. S. G/33]

GENERAL AND REVENUE SECRETARIAT.

(*Continuation sheet draft form.*)

1" 34

The Director is requested to have the accounts of the Filature made up in the light of the above instructions and to take all possible precautions against any risk of losses due to expansion of business.

15-1-29

To

The Dir. of I & S

Comptr. Lines 7 & 8

I.G. 12-1-29.

12.1.29

PROCEEDINGS OF THE GOVERNMENT OF HIS HIGHNESS
THE MAHARAJA OF MYSORE.

Read:—

Government Order No.L.4301-3/A&E.118-21-8 dated the 2nd Februa 1922 sanctioning ~~in~~ a sum of Rs.35,784/- for being utilised as worki capital for running the Government Silk Filature at Mysore.

2. Government Orders No.s.L.3046-7/A&E.75-22-2 dated the 18th October 1922 ~~November 1922~~ and L.4230-1/A&E.75-22-4 dated the 8th December 1922 - sanctioning two additional grants of Rs.8,000/- and Rs.12,000/- respectively, making up a total advance of Rs.55,784/- to the Filature.

3. Government Order No.D.3960-1/Seri.25-27-2 dated the 31st - October 1927 sanctioning a temporary advance of Rs.10,000/- to the Filature till the end of the year 1927-28.

4. Government Order No.D.13404-5/Seri.118-27-2 dated the 26th June 1928 sanctioning an advance of Rs.10,000/- for the purchase of cocoons.

5. Correspondence ending with letter No.D_4-366-27 dated the 21st November 1928 from the Director of Industries and Commerce submitting a report on the volume of work that is expected to be done at the Mysore Filature, and soliciting orders on certain financial aspects affecting the affairs of the Filature.

6.

Order No. D. 9597-8/Seri 118-27-6

Dated, Bangalore, the 18th March,1929.

Government observe that there is a multiplicity of orders on this subject causing some confusion and that it is desirable to come to a fresh understanding in regard to all the requirements of the Filature for regulating its work in the future.

2. The first point requiring settlement is ~~King~~ capital necessary for this concern. This is a question of the limit to which the Filature should be permitted to draw on the Treasury any time. This limit according to existing orders is Rs.55, Government direct that the limit for the future be fixed at Rs.80, This will be the normal limit.

3 The current year's budget provides for a grant of Rs.58,800/- for expenditure of this concern under the Advance head. Government observe that this amount may not be sufficient for the requirements of the concern if the volume of its operations is of the magnitud referred to by the Director in the correspondence read above. If the Filature produces more than a lakh of rupees worth of silk as stated by the Director, its remittances to the Treasury should be con siderably more than Rs.14,700/- for which sum only credit is taken in the General Budget Estimates. If an additional grant becomes necessary, the Director may make an application therefor when the nee arises and support the demand with reference to the remittances actua ly made into the Treasury.

4 The Director next wants temporary advances during the cocoon-buying season. This demand, he estimates at Rs.36,000/- between November and January. Government observe that the buying season i already almost over this year and that there is no need for allowing any additional capital temporarily for stocking cocoons. If, however, any money is immediately necessary for purchases in what remains of the season, the Director may submit proposals against the balance of Rs.8,800/- that remains out of the provision under the Advance head, after appropriating Rs.50,000/- for working capital as sanctioned in para 1 above. For the future, the Director may appl for this temporary additional finance as part of his budget programm for running the Filature.

5 Government observe from a perusal of the accounts column of the udget Estimates for the past few years that the losses on the workin f this concern have been actually written off in the final accounts f Government. It is presumed that the loss during 1927-28 has also een similarly adjusted in the final accounts for that year. The rawing account having now been fixed at Rs.50,000/- no question of ecouping losses already incurred and adjusted now arises.

6 In regard to the adjustment of Depreciation in the Government accounts, it is ascertained that the procedure prescribed in Government rder No. $\frac{\text{J.C.4742-3}}{\text{JK. 221-28-1}}$ dated the 7th February 1924 is being followed nd that the losses adjusted in the Government accounts do not includ he depreciation, the

The Director is requested to have the accounts of the Filatur made up in the light of the above instructions and to take all pos precautions against any risk of losses due to expansion of busines

For Secretary to Government,
Development Departments.

To

The Director of ~~Agriculture~~ Industries & Commerce in Mysore.

The Comptroller to Government through Financial Secty.

BRS/6.

Appendix F G—1

SUBJECT..... Issue & Subscrit. 38

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.....

ary No. of letter replied to.....

General and Revenue Secretariat

( )

the *192*

te of issue..... 18/8/28

gned by H.V.C.S. Narasimhan

st of enclosures.....

Copied by.....

Examined by.....

Section Secret

File No. 118-27

Serial No. 7

No. 9959

To

The Director of

Sir,

With reference to your letter no. Dy-3 b b-278 21st Nov. 1928 stating, among other things, that the Estate is expected to turn out a gross value of Rs. 1,32, or during the current year I am directed to observe that the figure bears a relation to the figures shown under the Estate Duty Account where a sum of Rs. 14,208/- is shown under Receipts and Rs. 58,000/-

Previously, the Budget Estimate
in detail has not been furnished to
us after figures adopted in the
revised Budget Estimates. I am
requested sir to be so good as to
be kind enough to see that ~~this~~ does not occur
this in future

Appendix F G—1

SUBJECT.....

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Diary No. of letter replied to.....

Section Seri.

File No. 118-27

Serial No. 8

No. D 1376

General and Revenue Secretariat

)

To

the 192

The Commissioner

Date of issue 30/3/24

Sir

Signed by M. N. Ramachandran

In continuation

TW:- D. 9.3.97-8 Spr. 11

dated the 18th March 9

regarding

~~passing rules extend~~

working capital by

the Railway and with

to ~~para~~ para 2 of my

note no. 5.44 G.A.D. 9

I am directed to s

limit of the

that as the working

of the Railway is now

at Rs. 5 lakhs only, all the

matters by the Railway

~~Board~~ passing of the G.D.

List of enclosures.....

Copied by.....

Examined by.....

WD 0399—GPB—20,000—18-9-28

the 18th March 1929 the Council
authorised and ~~[illegible]~~
accordingly ~~[illegible]~~ removed ~~[illegible]~~ from
the Parliamentary Register of Electors.

I have &c

W.H. 25-3-29

16447 W/Tr/[illegible] 23/3 D. Secr.